

# **EXHIBIT B**

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| <p>UNITED STATES SECURITIES AND EXCHANGE COMMISSION</p> <p>In the Matter of: )<br/> ) File No. NY-07665</p> <p>SEDNA CAPITAL MANAGEMENT )<br/> WITNESS: Raj Rajaratnam )<br/> PAGES: 1 through 188 )<br/> PLACE: Securities and Exchange Commission<br/> 3 World Financial Center<br/> New York, New York 10281</p> <p>DATE: Thursday, June 7, 2007</p> <p>The above-entitled matter came on for hearing, pursuant to notice, at 10:12 a.m.</p>  | <p><b>CONTENTS</b></p> <p><b>1 WITNESSES</b></p> <p><b>2 Raj Rajaratnam</b> <b>EXAMINATION</b><br/> <b>8</b></p> <p><b>4</b></p> <p><b>5 EXHIBITS: DESCRIPTION IDENTIFIED</b></p> <p><b>6 48 Subpoena 8</b></p> <p><b>7 49 Subpoena 8</b></p> <p><b>8 50 Background questionnaire 28</b></p> <p><b>9 51 SEC request 71</b></p> <p><b>10 52 2006-2007 AMD trade summary 98</b></p> <p><b>11 53 Press release dated August 17, 2006 121</b></p> <p><b>12 54 Instant message, August 2, 2006 124</b></p> <p><b>13 55 Press release re AMD 2005 4-Q results 131</b></p> <p><b>14 56 Press release re AMD 2006 1-Q results 132</b></p> <p><b>15 57 IM dated January 31, 2006 149</b></p> <p><b>16 58 2006 ARRS trade summary 156</b></p> <p><b>17 59 Analyst preview 159</b></p> <p><b>18 60 Press release dated December 7, 2006 165</b></p> <p><b>19 61 E-mail from Raj Rajaratnam 173</b></p> <p><b>20</b></p> <p><b>21</b></p> <p><b>22</b></p> <p><b>23 PREVIOUSLY MARKED:</b></p> <p><b>24 1 6</b></p> <p><b>25 19 128</b></p>  |
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| <p><b>1 APPEARANCES:</b></p> <p><b>2 On behalf of the Securities and Exchange Commission:</b></p> <p><b>3 ANDREW MICHAELSON, ESQ.</b></p> <p><b>4 SANJAY WADHWA, BRANCH CHIEF</b></p> <p><b>5 DAVID MARKOWITZ, ASSISTANT REGIONAL DIRECTOR</b></p> <p><b>6 Division of Enforcement</b></p> <p><b>7 Securities and Exchange Commission</b></p> <p><b>8 3 World Financial Center</b></p> <p><b>9 New York, New York 10281</b></p> <p><b>10 GEORGE DE ANGELIS, ESQ.</b></p> <p><b>11 Division of Investment Management</b></p> <p><b>12 Securities and Exchange Commission</b></p> <p><b>13 3 World Financial Center</b></p> <p><b>14 New York, New York 10281</b></p> <p><b>15 On behalf of the Witness:</b></p> <p><b>16 JERRY A. ISENBERG, ESQ.</b></p> <p><b>17 LINDI L. BEAUDREAU, ESQ.</b></p> <p><b>18 Alston &amp; Bird LLP</b></p> <p><b>19 The Alston Building</b></p> <p><b>20 950 F Street, N.W.</b></p> <p><b>21 Washington, D.C. 20004-1404</b></p> <p><b>22</b></p> <p><b>23</b></p> <p><b>24</b></p> <p><b>25</b></p> | <p><b>1 PROCEEDINGS</b></p> <p><b>2 MR. MICHAELSON: We're on the record, it's 10:12</b></p> <p><b>3 a.m. on June 7, 2007. I'll ask the witness to raise your</b></p> <p><b>4 hand.</b></p> <p><b>5 Whereupon,</b></p> <p><b>6 RAJ RAJARATNAM</b></p> <p><b>7 was called upon to testify in this matter, and after having</b></p> <p><b>8 been first duly sworn, testified as follows:</b></p> <p><b>9 MR. MICHAELSON: Do you understand you remain</b></p> <p><b>10 under oath throughout these proceedings?</b></p> <p><b>11 THE WITNESS: Yes.</b></p> <p><b>12 MR. MICHAELSON: Are you under the influence of</b></p> <p><b>13 anything that would impair your ability to testify truthfully</b></p> <p><b>14 today?</b></p> <p><b>15 THE WITNESS: No.</b></p> <p><b>16 MR. MICHAELSON: Please state and spell your</b></p> <p><b>17 full name for the record.</b></p> <p><b>18 HE WITNESS: Raj Rajaratnam.</b></p> <p><b>19 MR. MICHAELSON: Can you spell that, please.</b></p> <p><b>20 THE WITNESS: R-A-J, the last name is</b></p> <p><b>21 R-A-J-A-R-A-T-N-A-M.</b></p> <p><b>22 MR. MICHAELSON: My name is Andrew Michaelson and</b></p> <p><b>23 with me are Sanjay Wadhwa and Dave Markowitz, we're attorneys</b></p> <p><b>24 with the U.S. Securities and Exchange Commission for purposes</b></p> <p><b>25 of this proceeding. Also here today is George DeAngelis from</b></p> |

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| <p style="text-align: right;">113</p> <p>1 BY MR. MICHAELSON:</p> <p>2 Q A couple quick questions before break. Are you</p> <p>3 familiar with a Rumi81 instance message address?</p> <p>4 A Yes.</p> <p>5 Q Who is that?</p> <p>6 A She is somebody who manages well she worked at</p> <p>7 Galleon and then she left Galleon to start her own fund, I</p> <p>8 think primarily she manages her own money.</p> <p>9 Q What is her name?</p> <p>10 A Rumi.</p> <p>11 Q What is her last name?</p> <p>12 A Khan, K-H-A-N.</p> <p>13 Q Do you know where she works now?</p> <p>14 A She works from home. She worked at Galleon for a</p> <p>15 couple years and then left.</p> <p>16 Q You don't know the name of the fund where she</p> <p>17 works?</p> <p>18 A I don't think she has a fund, I think she trades</p> <p>19 her own account.</p> <p>20 Q Did you ever talk with Rumi about AMD?</p> <p>21 A She called me periodically asking about stocks, I</p> <p>22 may have talked to her but I don't recall.</p> <p>23 Q Did she ever give you insight into AMD?</p> <p>24 A She may have given me information but I can't</p> <p>25 recall.</p>   | <p style="text-align: right;">115</p> <p>1 know how many shares we had.</p> <p>2 Q Do you generally know when those shares were</p> <p>3 acquired?</p> <p>4 A No, I don't. We look at it in dollar terms</p> <p>5 rather than number of shares because that's really what</p> <p>6 you're interested in.</p> <p>7 Q Do you have a rough idea of the dollar amount</p> <p>8 invested in ATYT?</p> <p>9 A No, I don't.</p> <p>10 BY MR. MICHAELSON:</p> <p>11 Q I understand that you're trading AMD all the time</p> <p>12 but according to this Exhibit No. 52 and assuming that this</p> <p>13 exhibit reflects trading activity in the Tech Fund which we</p> <p>14 believe it does based on representations from your counsel,</p> <p>15 it would appear that beginning July 24th and ending August</p> <p>16 11th more than two million shares of AMD was acquired. It</p> <p>17 was approximately \$40 million. My question for you is do you</p> <p>18 recall the basis for the decision that was made to go long on</p> <p>19 AMD during this time period?</p> <p>20 A They were in front of a new product called the</p> <p>21 Opteron (ph.) which they were launching into the market. As</p> <p>22 you can see, the stock had declined from 24 to 20 for some</p> <p>23 reason, I don't remember why. We thought it may have been</p> <p>24 the volume.</p> <p>25 Q When was the product released?</p> |
| <p style="text-align: right;">114</p> <p>1 Q Do you have reason to believe that she is</p> <p>2 directly in touch with anybody at AMD?</p> <p>3 A No, I don't believe that.</p> <p>4 MR. MICHAELSON: We can take a break. We're off</p> <p>5 the record at 2:30 p.m.</p> <p>6 (Whereupon a recess was taken.)</p> <p>7 MR. MICHAELSON: We're back on the record at</p> <p>8 2:38 p.m. Counsel, if you will confirm there were not</p> <p>9 substantive discussions during the break between yourself and</p> <p>10 the staff.</p> <p>11 MR. ISENBERG: Yes, I confirm that.</p> <p>12 Q Did Galleon hold shares of ATYT at the time when</p> <p>13 the AMD acquisition of ATYT was announced?</p> <p>14 A Yes.</p> <p>15 Q Do you recall how many shares?</p> <p>16 A Not exactly.</p> <p>17 Q Did you have any reason to believe that AMD was</p> <p>18 going to acquire ATYT before the announcement of the</p> <p>19 acquisition?</p> <p>20 A No.</p> <p>21 BY MR. WADHWA:</p> <p>22 Q You said not exactly to the question as to</p> <p>23 whether you could recall how many shares in ATYT you held.</p> <p>24 Do you have a rough idea how many shares you held?</p> <p>25 A It was a fairly large position, I don't exactly</p> | <p style="text-align: right;">116</p> <p>1 A I don't exactly know.</p> <p>2 Q Do you recall whether the long position that you</p> <p>3 directed Galleon to take over this time period in the Tech</p> <p>4 Funds, whether it was profitable?</p> <p>5 A I don't know trade by trade.</p> <p>6 Q So you said the reason why you directed Galleon</p> <p>7 to buy AMD in this time period, I guess you gave two reasons,</p> <p>8 one was buying in front of a new product called Opteron and,</p> <p>9 two, it looks like a bargain. Were there any other reasons</p> <p>10 why you directed Galleon</p> <p>11 A The third reason was that Intel's products were</p> <p>12 not out yet. AMD had a technological lead.</p> <p>13 Q What Intel products were not out yet?</p> <p>14 A The one that competes with the Opteron, I don't</p> <p>15 know the name of it.</p> <p>16 Q If you could just explain to me the theory behind</p> <p>17 this Opteron product.</p> <p>18 A The new product that AMD had developed, they were</p> <p>19 getting it into the marketplace and it was getting rave</p> <p>20 technical reviews.</p> <p>21 Q What was the source for your information</p> <p>22 regarding Opteron?</p> <p>23 A I don't recall, maybe PC Magazine or general buzz</p> <p>24 in the industry.</p> <p>25 Q Do you recall any specific communications with</p>  |